

8570 Department of Food and Agriculture

The objectives of the Department of Food and Agriculture are to:

- Serve the diverse citizens of California by maintaining an abundant, affordable, safe, and nutritious food supply.
- Provide leadership, innovation and oversight in the production and marketing of agricultural products.
- Prevent or eradicate animal diseases and exotic and invasive species harmful to people, commerce, and the environment.
- Develop and enforce weights and measures standards for all types of products in California and at all levels of commerce.
- Support a network of fairs and expositions in the state for their societal and economic service values.

Since Department programs drive the need for infrastructure investment, each department has a related capital outlay program to support this need. For the specifics on the Department of Food and Agriculture's Capital Outlay Program see "Infrastructure Overview."

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2005-06	2006-07	2007-08	2005-06*	2006-07*	2007-08*
11 Agricultural Plant and Animal Health; Pest Prevention; Food Safety Services	1,019.7	1,113.7	1,054.1	\$142,897	\$172,586	\$160,947
21 Marketing; Commodities and Agricultural Services	486.0	553.0	529.6	59,439	68,736	58,993
31 Assistance to Fair and County Agricultural Activities	20.9	22.4	22.4	55,357	60,817	26,621
41.01 Executive, Management and Administration Services	165.8	178.0	177.1	13,092	14,561	14,029
41.02 Distributed Executive, Management and Administration Services	-	-	-	-11,999	-13,376	-12,826
51 General Agricultural Activities	-	-	33.0	-	-	43,149
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	1,692.4	1,867.1	1,816.2	\$258,786	\$303,324	\$290,913
FUNDING				2005-06*	2006-07*	2007-08*
0001 General Fund				\$83,593	\$101,699	\$96,746
0111 Department of Agriculture Account, Department of Food and Agriculture Fund				93,124	107,427	107,670
0124 California Agricultural Export Promotion Account				4	10	10
0191 Fair and Exposition Fund				14,431	15,770	15,514
0192 Satellite Wagering Account				12,536	12,393	12,125
0422 Drainage Management Subaccount				71	1,180	1,178
0516 Harbors and Watercraft Revolving Fund				1,239	1,296	1,336
0890 Federal Trust Fund				39,095	42,779	38,762
0995 Reimbursements				8,567	13,879	12,032
3010 Pierce's Disease Management Account				6,126	6,317	4,547
3034 Antiterrorism Fund				-	574	493
3101 Analytical Laboratory Account, Department of Food and Agriculture Fund				-	-	500
TOTALS, EXPENDITURES, ALL FUNDS				\$258,786	\$303,324	\$290,913

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Food and Agriculture Code, Division 1, Part 1.

PROGRAM AUTHORITY

11-Agricultural Plant and Animal Health; Pest Prevention; Food Safety Services:

Food and Agricultural Code, Division 1, Part 1; Chapter 3; Division 4; Division 5, Parts 1-4; Division 8; Division 9, Parts 1-3; Division 10, Chapters 1-10; Division 11, Chapters 1-9; Division 12, Parts 1-3; Division 13, Chapter 1; Division 15; Division 19, Chapter 5.

21-Marketing; Commodities and Agricultural Services:

Food and Agricultural Code, Division 7, Chapters 4-6; Division 12; Division 16, Chapters 1-5; Division 17; Division 18, Chapter 1; Division 20, Chapters 2, 6, 7, 7.5; Division 21, Parts 1-3; Division 22; Business and Professions Code, Division 5, Chapters 1-17.

* Dollars in thousands, except in Salary Range.

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31-Assistance to Fairs and County Agricultural Activities:

Food and Agriculture Code, Division 3; Business and Professions Code, Division 8, Chapter 4, Sections 19605, 19606, 19608, and 19620-19632.

51-General Agricultural Activities:

Food and Agricultural Code, Division 1, Part 1, Chapters 2-4; Division 2, Chapter 2; Division 21, Part 1, Chapter 3; Homeland Security Presidential Directive/HSPD-5; California Emergency Services Act; Executive Order w-9-91.

MAJOR PROGRAM CHANGES

- Emergence Tower System for Fruit Fly Rearing Efficiency - The Governor's Budget includes \$658,000 General Fund to purchase and implement a tower system for rearing Mediterranean Fruit Flies (Medfly) for the Preventive Release Program.
- All Vehicle Inspection Pilot Program - The Governor's Budget includes \$407,000 General Fund and 4.7 positions to continue the Private Vehicle Inspection Pilot Program at the Needles Agricultural Inspection Station.
- Hydrogen Fuel Purity and Performance Standards - The Governor's Budget includes \$212,000 Department of Food Agriculture Fund to purchase laboratory equipment and supplies necessary to develop and initiate standardized sampling, testing, and enforcement activities related to hydrogen fuel.

DETAILED BUDGET ADJUSTMENTS

	2006-07*			2007-08*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• California Animal Health and Food Safety Fresno/Tulare Lab Consolidation and Replacement	\$-	\$-	-	\$2,515	\$-	-
• Employee Compensation	2,422	2,856	-	2,219	2,781	-
• Price Increase	-	-	-	871	2,072	-
• Lease Revenue Debt Service Adjustment	-5	-1	-	858	186	-
• Retirement Rate Adjustment	299	305	-	299	304	-
• Coben Adjustment Unit 7 and 18	70	140	-	70	140	-
• Statewide Surcharge	2	-3	-	2	-3	-
• Arvin Facility Acquisition	-	-	-	-	1,096	-
• Deferred Maintenance and Equipment Replacement at Chem Laboratory	-	-	-	-	500	-
• Climate Control AB 32 - Coordination with CalEPA	-	-	-	-	331	1.9
• Carryover from 2005-06	-	18	-	-	-	-
• SWCAP Assessment	-	-	-	-	-65	-
• Pro Rata Assessment	-	-	-	-	-316	-
• Other Baseline Adjustments	-	2,729	-	-	-6,092	-
• One Time Cost Reductions	-	-	-	-7,548	-1,465	-4.7
Totals, Baseline Adjustments	\$2,788	\$6,044	-	-\$714	-\$531	-2.8
Policy Adjustment Descriptions						
• Emergence Tower System for Fruit Fly Rearing Efficiency	\$-	\$-	-	\$658	\$-	-
• Full Time All Vehicle Inspections at Agricultural Inspection Stations	-	-	-	407	-	4.7
• Hydrogen Purity and Performance Standards Equipment	-	-	-	-	212	-
Totals, Policy Adjustments	\$-	\$-	-	\$1,065	\$212	4.7
TOTALS, BUDGET ADJUSTMENTS	\$2,788	\$6,044	-	\$351	-\$319	1.9

* Dollars in thousands, except in Salary Range.

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PROGRAM DESCRIPTIONS (Program Objectives Statement)

11 AGRICULTURAL PLANT AND ANIMAL HEALTH; PEST PREVENTION; FOOD SAFETY SERVICES

The objective of this program is to prevent the introduction and establishment of serious plant and animal pests and diseases to California, protect the safety of California's milk supply, protect the safety of meat and poultry products exempt from Federal inspection, and protect cattle owners against loss or theft. In particular, the program is focused on pests and diseases that can: (1) be transmitted to humans, (2) cause serious financial losses to the agricultural industry in California, (3) severely impact the environment, or (4) adversely affect the supply of agricultural products to the consumer.

21 MARKETING; COMMODITIES AND AGRICULTURAL SERVICES

California agriculture produces over 350 different crops, which enter state, national, and international commerce. The objectives of this program are to assure orderly domestic and international marketing of safe and quality agricultural commodities, consumer protection, fair pricing practices, industry-supported grading services, and standards of measurement which provide a basis of value comparison and fair competition in the marketplace.

This program also provides support to governmental agencies needing chemical or product determinations by providing accurate and timely chemical analyses.

31 ASSISTANCE TO FAIRS AND COUNTY AGRICULTURAL ACTIVITIES

This program provides fiscal and policy oversight to the network of California fairs to advance their success. This program also partially reimburses counties for carrying out agricultural programs authorized by the Food and Agricultural Code under the supervision of the California Department of Food and Agriculture.

The state has a total of 80 county fairs, citrus fruit fairs and district fairs. State support for these local fairs includes budget approval and oversight of the capital outlay program, which is supported by Assistance to Fairs and County Agricultural Activities.

41 EXECUTIVE, MANAGEMENT AND ADMINISTRATIVE SERVICES

Executive and Management Services include the executive leadership of the Secretary's Office and the staff services associated with it. The Secretary's Office sets priorities and policies which recognize and meet the current and long-range needs of the agribusiness community of this state, as well as helping to protect the health and welfare of the public.

Administrative Services provides centralized administrative support to the Department through fiscal operations, employee-employer relations, personnel management, employee training and development, data processing, and general business services.

51 GENERAL AGRICULTURAL ACTIVITIES

This program provides the fiscal and policy oversight of the federal grants awarded that promote California agriculture. In addition, this program serves as the central point of contact for logistical coordination of all departmental resources, and provides centralized communications to our agricultural industry, including Agricultural Commissioners and the statewide fairgrounds.

This program also partially reimburses counties for carrying out agricultural programs authorized by the Food and Agricultural Code under the supervision of the California Department of Food and Agriculture.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2005-06*	2006-07*	2007-08*
PROGRAM REQUIREMENTS			
11 AGRICULTURAL PLANT AND ANIMAL HEALTH; PEST PREVENTION; FOOD SAFETY SERVICES			
State Operations:			
0001 General Fund	\$73,390	\$88,899	\$81,137
0111 Department of Agriculture Account, Department of Agriculture Fund	24,734	28,818	27,726
0516 Harbors and Watercraft Revolving Fund	1,239	1,296	1,336
0890 Federal Trust Fund	29,471	35,111	34,489
0995 Reimbursements	1,905	2,528	2,187
3010 Pierce's Disease Management Account	6,126	6,317	4,547
3034 Antiterrorism Fund	-	574	493
Totals, State Operations	\$136,865	\$163,543	\$151,915
Local Assistance:			

* Dollars in thousands, except in Salary Range.

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	2005-06*	2006-07*	2007-08*
0001 General Fund	\$6,032	\$9,043	\$9,032
Totals, Local Assistance	\$6,032	\$9,043	\$9,032
PROGRAM REQUIREMENTS			
21 MARKETING; COMMODITIES AND AGRICULTURAL SERVICES			
State Operations:			
0001 General Fund	\$3,795	\$3,374	\$2,261
0111 Department of Agriculture Account, Department of Agriculture Fund	39,275	45,217	45,281
0124 California Agricultural Export Promotion Account	4	10	-
0422 Drainage Management Subaccount	71	1,180	-
0890 Federal Trust Fund	9,624	7,668	3,216
0995 Reimbursements	6,552	11,167	7,615
3101 Analytical Laboratory Account, Department of Food and Agriculture Fund	-	-	500
Totals, State Operations	\$59,321	\$68,616	\$58,873
Local Assistance:			
0111 Department of Agriculture Account, Department of Agriculture Fund	\$118	\$120	\$120
Totals, Local Assistance	\$118	\$120	\$120
PROGRAM REQUIREMENTS			
31 ASSISTANCE TO FAIR AND COUNTY AGRICULTURAL ACTIVITIES			
State Operations:			
0191 Fair and Exposition Fund	\$1,928	\$2,642	\$2,692
0192 Satellite Wagering Account	609	474	460
0995 Reimbursements	30	106	107
Totals, State Operations	\$2,567	\$3,222	\$3,259
Local Assistance:			
0001 General Fund	\$376	\$383	\$-
0111 Department of Agriculture Account, Department of Agriculture Fund	28,997	33,272	-
0191 Fair and Exposition Fund	11,490	12,021	11,697
0192 Satellite Wagering Account	11,927	11,919	11,665
Totals, Local Assistance	\$52,790	\$57,595	\$23,362
PROGRAM REQUIREMENTS			
41 EXECUTIVE, MANAGEMENT AND ADMINISTRATION SERVICES			
State Operations:			
0191 Fair and Exposition Fund	\$1,013	\$1,107	\$1,125
0995 Reimbursements	80	78	78
Totals, State Operations	\$1,093	\$1,185	\$1,203
ELEMENT REQUIREMENTS			
41.01 Executive, Management and Administration Services	13,092	14,561	14,029
41.02 Distributed Executive, Management and Administration Services	-11,999	-13,376	-12,826
PROGRAM REQUIREMENTS			
51 GENERAL AGRICULTURAL ACTIVITIES			
State Operations:			

* Dollars in thousands, except in Salary Range.

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	<u>2005-06*</u>	<u>2006-07*</u>	<u>2007-08*</u>
0001 General Fund	\$-	\$-	\$3,933
0111 Department of Agriculture Account, Department of Agriculture Fund	-	-	2,161
0124 California Agricultural Export Promotion Account	-	-	10
0422 Drainage Management Subaccount	-	-	1,178
0890 Federal Trust Fund	-	-	1,057
0995 Reimbursements	-	-	2,045
Totals, State Operations	\$-	\$-	\$10,384
Local Assistance:			
0001 General Fund	\$-	\$-	\$383
0111 Department of Agriculture Account, Department of Agriculture Fund	-	-	32,382
Totals, Local Assistance	\$-	\$-	\$32,765
TOTALS, EXPENDITURES			
State Operations	199,846	236,566	225,634
Local Assistance	58,940	66,758	65,279
Totals, Expenditures	\$258,786	\$303,324	\$290,913

EXPENDITURES BY CATEGORY (Summary By Object)

	1 State Operations			2 Local Assistance		
	Positions			Expenditures		
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2005-06*</u>	<u>2006-07*</u>	<u>2007-08*</u>
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	1,692.4	1,929.8	1,871.8	\$77,514	\$80,347	\$80,268
Total Adjustments	-	-	7.0	149	3,755	3,412
Estimated Salary Savings	-	-62.7	-62.6	-	-3,300	-3,351
Net Totals, Salaries and Wages	1,692.4	1,867.1	1,816.2	\$77,663	\$80,802	\$80,329
Staff Benefits	-	-	-	29,015	31,539	32,394
Totals, Personal Services	1,692.4	1,867.1	1,816.2	\$106,678	\$112,341	\$112,723
OPERATING EXPENSES AND EQUIPMENT				\$88,239	\$121,228	\$108,875
SPECIAL ITEMS OF EXPENSE				\$4,929	\$2,997	\$4,036
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$199,846	\$236,566	\$225,634
2 Local Assistance						
Grants and Subventions:						
County Plant Pest Detection				\$4,295	\$4,306	\$4,295
County Plant Pest Exclusion				977	3,977	3,977
Local Administration:						
County Weights and Measures Activities				117	120	120
County Agricultural Programs				30,133	34,415	33,525
Other (Assistance to Local Fair and Mandates)				23,418	23,940	23,362
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)				\$58,940	\$66,758	\$65,279

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2005-06*	2006-07*	2007-08*
0001 General Fund			
APPROPRIATIONS			

* Dollars in thousands, except in Salary Range.

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1 STATE OPERATIONS	2005-06*	2006-07*	2007-08*
001 Budget Act appropriation	\$63,208	\$75,457	\$71,420
Allocation for employee compensation	79	2,240	-
Allocation for contingencies or emergencies	254	-	-
Adjustment per Section 3.60	-203	267	-
Adjustment per Section 4.75 Statewide Surcharge	-	2	-
002 Budget Act appropriation	7,982	8,081	8,899
Allocation for employee compensation	-	111	-
Adjustment per Section 3.60	-6	14	-
003 Budget Act appropriation	1,593	1,605	2,463
Adjustment per Section 4.30 (Lease-Revenue)	-	-5	-
004 Budget Act appropriation (transfer to Pierce's Disease Management Account)	4,341	4,341	4,549
Allocation for employee compensation	-	141	-
Adjustment per Section 3.60	-	19	-
Totals Available	\$77,248	\$92,273	\$87,331
Unexpended balance, estimated savings	-63	-	-
TOTALS, EXPENDITURES	\$77,185	\$92,273	\$87,331
0111 Department of Agriculture Account, Department of Food and Agriculture Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$15,387	\$15,733	\$16,553
Allocation for employee compensation	36	397	-
Adjustment per Section 3.60	-51	36	-
Revised expenditure authority per Item 8570-401, Budget Act of 2005	947	-	-
003 Budget Act appropriation	40	40	40
Food and Agricultural Code Section 221	49,815	57,825	58,575
Prior year balances available:			
Chapter 315, Statutes of 2000	53	4	-
Totals Available	\$66,227	\$74,035	\$75,168
Unexpended balance, estimated savings	-2,214	-	-
Balance available in subsequent years	-4	-	-
TOTALS, EXPENDITURES	\$64,009	\$74,035	\$75,168
0112 Agricultural Pest Control Research Account			
APPROPRIATIONS			
011 Budget Act appropriation	\$5	\$5	-
Totals Available	\$5	\$5	\$-
Unexpended balance, estimated savings	-5	-	-
TOTALS, EXPENDITURES	\$-	\$5	\$-
Loan repayments from local agencies per Food and Agricultural Code Section 505	-	-5	-
NET TOTALS, EXPENDITURES	\$-	\$-	\$-
0124 California Agricultural Export Promotion Account			
APPROPRIATIONS			
Food and Agricultural Code Section 58582	\$4	\$10	\$10
TOTALS, EXPENDITURES	\$4	\$10	\$10
0191 Fair and Exposition Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,643	\$3,552	\$3,817
Allocation for employee compensation	8	177	-
Adjustment per Section 3.60	-18	20	-
011 Budget Act appropriation (transfer to General Fund)	(246)	(246)	(246)
Totals Available	\$3,633	\$3,749	\$3,817

* Dollars in thousands, except in Salary Range.

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1 STATE OPERATIONS	2005-06*	2006-07*	2007-08*
Unexpended balance, estimated savings	-692	-	-
TOTALS, EXPENDITURES	\$2,941	\$3,749	\$3,817
0192 Satellite Wagering Account			
APPROPRIATIONS			
012 Budget Act appropriation	\$609	\$456	\$460
Allocation for employee compensation	2	16	-
Adjustment per Section 3.60	-2	2	-
TOTALS, EXPENDITURES	\$609	\$474	\$460
0422 Drainage Management Subaccount			
APPROPRIATIONS			
Water Code Section 78645	\$71	\$1,180	\$1,178
TOTALS, EXPENDITURES	\$71	\$1,180	\$1,178
0516 Harbors and Watercraft Revolving Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,241	\$1,275	\$1,336
Allocation for employee compensation	-	19	-
Adjustment per Section 3.60	-2	2	-
TOTALS, EXPENDITURES	\$1,239	\$1,296	\$1,336
0601 Department of Agriculture Building Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,439	\$1,471	\$1,510
Allocation for employee compensation	-	5	-
Adjustment per Section 3.60	-2	1	-
003 Budget Act appropriation	223	225	338
Adjustment per Section 4.30 (Lease-Revenue)	-	-1	-
Food and Agricultural Code Section 625	68	90	90
Totals Available	\$1,728	\$1,791	\$1,938
Unexpended balance, estimated savings	-189	-	-
TOTALS, EXPENDITURES	\$1,539	\$1,791	\$1,938
Less funding provided by other Food and Agriculture support items	-1,539	-1,791	-1,938
NET TOTALS, EXPENDITURES	\$-	\$-	\$-
0890 Federal Trust Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$22,653	\$27,254	\$23,084
Allocation for employee compensation	-	180	-
Adjustment per Section 3.60	-26	23	-
Adjustment per Section 4.75 Statewide Surcharge	-	-5	-
Revised expenditure authority per Provision 1	71	-	-
Budget Adjustment	2,528	-	-
011 Budget Act appropriation (transfer to Pierce's Disease Management Account)	10,995	15,300	15,678
Allocation for employee compensation	-	12	-
Adjustment per Section 3.60	-	1	-
Budget Adjustment	2,874	-	-
Prior year balances available:			
Chapter 18, Statutes of 2002	14	14	-
Totals Available	\$39,109	\$42,779	\$38,762
Balance available in subsequent years	-14	-	-
TOTALS, EXPENDITURES	\$39,095	\$42,779	\$38,762
0995 Reimbursements			

* Dollars in thousands, except in Salary Range.

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	2005-06*	2006-07*	2007-08*
1 STATE OPERATIONS			
APPROPRIATIONS			
Reimbursements	\$8,567	\$13,879	\$12,032
3010 Pierce's Disease Management Account			
APPROPRIATIONS			
Food and Agricultural Code Sections 6045-6047	<u>\$24,336</u>	<u>\$26,130</u>	<u>\$24,774</u>
TOTALS, EXPENDITURES	\$24,336	\$26,130	\$24,774
Less funding provided by the General Fund	-4,341	-4,500	-4,549
Less funding provided by the Federal Trust Fund	<u>-13,869</u>	<u>-15,313</u>	<u>-15,678</u>
NET TOTALS, EXPENDITURES	\$6,126	\$6,317	\$4,547
3021 Agricultural Biomass Utilization Account			
APPROPRIATIONS			
011 Budget Act appropriation (transfer to General Fund)	<u>-</u>	<u>-</u>	<u>(\$255)</u>
TOTALS, EXPENDITURES	\$-	\$-	\$-
3034 Antiterrorism Fund			
APPROPRIATIONS			
001 Budget Act appropriation	-	\$551	\$493
Allocation for employee compensation	-	20	-
Adjustment per Section 3.60	<u>-</u>	<u>3</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$574	\$493
3101 Analytical Laboratory Account, Department of Food and Agriculture Fund			
APPROPRIATIONS			
001 Budget Act appropriation	<u>-</u>	<u>-</u>	<u>\$500</u>
TOTALS, EXPENDITURES	\$-	\$-	\$500
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$199,846	\$236,566	\$225,634
2 LOCAL ASSISTANCE			
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$5,272	\$8,283	\$8,272
102 Budget Act appropriation	760	760	760
111 Budget Act appropriation	<u>383</u>	<u>383</u>	<u>383</u>
Totals Available	\$6,415	\$9,426	\$9,415
Unexpended balance, estimated savings	<u>-7</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$6,408	\$9,426	\$9,415
0111 Department of Agriculture Account, Department of Food and Agriculture Fund			
APPROPRIATIONS			
Food and Agricultural Code Section 224(c)	\$28,997	\$33,272	\$32,382
Business and Professions Code Section 12535-12537	<u>118</u>	<u>120</u>	<u>120</u>
TOTALS, EXPENDITURES	\$29,115	\$33,392	\$32,502
0191 Fair and Exposition Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$950	\$950	\$950
Business and Professions Code Section 19630	<u>10,540</u>	<u>11,071</u>	<u>10,747</u>
TOTALS, EXPENDITURES	\$11,490	\$12,021	\$11,697
0192 Satellite Wagering Account			
APPROPRIATIONS			
Business and Professions Code Section 19606.1(a)	\$10,558	\$10,412	\$10,158
Business and Professions Code Section 19606.3	1,100	1,100	1,100
Business and Professions Code Section 19605.9(b)	<u>269</u>	<u>407</u>	<u>407</u>
TOTALS, EXPENDITURES	\$11,927	\$11,919	\$11,665

* Dollars in thousands, except in Salary Range.

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2 LOCAL ASSISTANCE	<u>2005-06*</u>	<u>2006-07*</u>	<u>2007-08*</u>
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	<u>\$58,940</u>	<u>\$66,758</u>	<u>\$65,279</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	<u>\$258,786</u>	<u>\$303,324</u>	<u>\$290,913</u>

FUND CONDITION STATEMENTS

	2005-06*	2006-07*	2007-08*
0111 Department of Agriculture Account, Department of Food and Agriculture Fund ^s			
BEGINNING BALANCE	\$9,097	\$27,743	\$15,208
Prior year adjustments	<u>8,259</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$17,356	\$27,743	\$15,208
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
121200 Other Regulatory Taxes	8,547	16,559	16,648
125600 Other Regulatory Fees	35,548	36,204	36,702
125700 Other Regulatory Licenses and Permits	7,133	7,470	7,638
125900 Delinquent Fees	196	132	132
141200 Sales of Documents	1	12	12
142500 Miscellaneous Services to the Public	473	304	283
150300 Income From Surplus Money Investments	1,467	1,538	1,589
150400 Interest Income From Loans	68	47	37
150500 Interest Income From Interfund Loans	1,221	-	-
161000 Escheat of Unclaimed Checks & Warrants	11	-	-
161400 Miscellaneous Revenue	157	37	37
164300 Penalty Assessments	45	37	27
Transfers and Other Adjustments:			
FO0001 From General Fund loan repayment per Items 8570-112-0111, BA of 2002, and 8570-404, BA of 2005	15,000	-	-
FO0061 From Motor Vehicle Fuel Account, Transportation Tax Fund per Revenue and Taxation Code Section 8352.5	33,268	33,272	33,272
FO0601 From Department of Agriculture Building Fund per Food and Agriculture Code Section 625	465	-	-
TO3101 To Analytical Laboratory Account, Department of Food and Agriculture Fund per Food and Agriculture Code Section 40535 (a)	-	-583	-500
Total Revenues, Transfers, and Other Adjustments	<u>\$103,600</u>	<u>\$95,029</u>	<u>\$95,877</u>
Total Resources	\$120,956	\$122,772	\$111,085
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	89	137	95
8570 Department of Food and Agriculture			
State Operations	64,009	74,035	75,168
Local Assistance	29,115	33,392	32,502
Capital Outlay	<u>-</u>	<u>-</u>	<u>1,096</u>
Total Expenditures and Expenditure Adjustments	<u>\$93,213</u>	<u>\$107,564</u>	<u>\$108,861</u>
FUND BALANCE	\$27,743	\$15,208	\$2,224
Reserve for economic uncertainties	27,743	15,208	2,224
0112 Agricultural Pest Control Research Account ^s			
BEGINNING BALANCE	\$83	\$86	\$89
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
150300 Income From Surplus Money Investments	<u>3</u>	<u>3</u>	<u>3</u>
Total Revenues, Transfers, and Other Adjustments	\$3	\$3	\$3

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2005-06*	2006-07*	2007-08*
Total Resources	\$86	\$89	\$92
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8570 Department of Food and Agriculture (State Operations)	-	5	-
Expenditure Adjustments:			
8570 Department of Food and Agriculture			
Loan repayments from local agencies per Food and Agricultural Code Section 505 (State Operations)	-	-5	-
Total Expenditures and Expenditure Adjustments	-	-	-
FUND BALANCE	\$86	\$89	\$92
Reserve for economic uncertainties	86	89	92
0124 California Agricultural Export Promotion Account ^s			
BEGINNING BALANCE	\$97	\$59	\$51
Prior year adjustments	-36	-	-
Adjusted Beginning Balance	\$61	\$59	\$51
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
142500 Miscellaneous Services to the Public	-	1	1
150300 Income From Surplus Money Investments	2	1	1
Total Revenues, Transfers, and Other Adjustments	\$2	\$2	\$2
Total Resources	\$63	\$61	\$53
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8570 Department of Food and Agriculture (State Operations)	4	10	10
Total Expenditures and Expenditure Adjustments	\$4	\$10	\$10
FUND BALANCE	\$59	\$51	\$43
Reserve for economic uncertainties	59	51	43
0191 Fair and Exposition Fund ^s			
BEGINNING BALANCE	\$1,035	\$2,020	\$1,239
Prior year adjustments	-8	-	-
Adjusted Beginning Balance	\$1,027	\$2,020	\$1,239
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
110900 Horse Racing Fees-Licenses	11,081	10,650	10,650
111300 Horse Racing Miscellaneous	13,311	13,484	13,484
150300 Income From Surplus Money Investments	93	81	81
Transfers and Other Adjustments:			
TO0001 To General Fund per Item 8570-011-0191, Budget Acts of 2005, 2006, and 2007	-246	-246	-246
Total Revenues, Transfers, and Other Adjustments	\$24,239	\$23,969	\$23,969
Total Resources	\$25,266	\$25,989	\$25,208
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	8	11	10
8550 California Horse Racing Board (State Operations)	8,807	8,969	9,287
8570 Department of Food and Agriculture			
State Operations	2,941	3,749	3,817
Local Assistance	11,490	12,021	11,697
Total Expenditures and Expenditure Adjustments	\$23,246	\$24,750	\$24,811
FUND BALANCE	\$2,020	\$1,239	\$397

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2005-06*	2006-07*	2007-08*
Reserve for economic uncertainties	2,020	1,239	397
0192 Satellite Wagering Account ^s			
BEGINNING BALANCE	\$295	\$505	\$608
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
110900 Horse Racing Fees-Licenses	11,204	11,000	11,000
125700 Other Regulatory Licenses and Permits	1,369	1,400	1,400
150300 Income From Surplus Money Investments	174	97	97
Total Revenues, Transfers, and Other Adjustments	<u>\$12,747</u>	<u>\$12,497</u>	<u>\$12,497</u>
Total Resources	\$13,042	\$13,002	\$13,105
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	1	1	1
8570 Department of Food and Agriculture			
State Operations	609	474	460
Local Assistance	11,927	11,919	11,665
Total Expenditures and Expenditure Adjustments	<u>\$12,537</u>	<u>\$12,394</u>	<u>\$12,126</u>
FUND BALANCE	\$505	\$608	\$979
Reserve for economic uncertainties	505	608	979
3010 Pierce's Disease Management Account ^s			
BEGINNING BALANCE	\$5,728	\$7,118	\$6,134
Prior year adjustments	1,927	-	-
Adjusted Beginning Balance	<u>\$7,655</u>	<u>\$7,118</u>	<u>\$6,134</u>
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
121200 Other Regulatory Taxes	5,317	5,000	5,000
142500 Miscellaneous Services to the Public	30	-	-
150300 Income From Surplus Money Investments	266	350	350
Total Revenues, Transfers, and Other Adjustments	<u>\$5,613</u>	<u>\$5,350</u>	<u>\$5,350</u>
Total Resources	\$13,268	\$12,468	\$11,484
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	24	17	33
8570 Department of Food and Agriculture (State Operations)	24,336	26,130	24,774
Expenditure Adjustments:			
8570 Department of Food and Agriculture			
Less funding provided by the General Fund (State Operations)	-4,341	-4,500	-4,549
Less funding provided by the Federal Trust Fund (State Operations)	-13,869	-15,313	-15,678
Total Expenditures and Expenditure Adjustments	<u>\$6,150</u>	<u>\$6,334</u>	<u>\$4,580</u>
FUND BALANCE	\$7,118	\$6,134	\$6,904
Reserve for economic uncertainties	7,118	6,134	6,904
3021 Agricultural Biomass Utilization Account ^s			
BEGINNING BALANCE	\$55	\$255	\$255
Prior year adjustments	200	-	-
Adjusted Beginning Balance	<u>\$255</u>	<u>\$255</u>	<u>\$255</u>
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
TO0001 To General Fund per Item 8570-011-3021, BA of 2007	-	-	-255

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2005-06*	2006-07*	2007-08*
Total Revenues, Transfers, and Other Adjustments	-	-	-\$255
Total Resources	\$255	\$255	-
FUND BALANCE	\$255	\$255	-
Reserve for economic uncertainties	255	255	-
3101 Analytical Laboratory Account, Department of Food and Agriculture Fund ^s			
BEGINNING BALANCE	-	-	\$583
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
FO0111 From Department of Agriculture Account, Department of Food and Agriculture	-	\$583	500
Fund per Food and Agriculture Code Section 40535 (a)	-	\$583	\$500
Total Revenues, Transfers, and Other Adjustments	-	\$583	\$500
Total Resources	-	\$583	\$1,083
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8570 Department of Food and Agriculture (State Operations)	-	-	500
Total Expenditures and Expenditure Adjustments	-	-	\$500
FUND BALANCE	-	\$583	\$583
Reserve for economic uncertainties	-	583	583

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2005-06	2006-07	2007-08	2005-06*	2006-07*	2007-08*
Totals, Authorized Positions	1,692.4	1,929.8	1,871.8	\$77,514	\$80,347	\$80,268
Salary Adjustments	-	-	-	149	3,755	3,098
Proposed New Positions:				Salary Range		
General Agricultural Activities:						
Policy and Planning Development:						
Environmental Scientist	-	-	1.0	4,688-5,661	-	62
Research Analyst II - General	-	-	1.0	4,467-5,431	-	59
Plant Health and Pest Prevention Services:						
Pest Exclusion:						
Plant Quarantine Insp (5.0 LT pos exp 6-30-98)	-	-	5.0	2,776-3,664	-	193
Totals, Proposed New Positions	-	-	7.0	\$-	\$-	\$314
Total Adjustments	-	-	7.0	\$149	\$3,755	\$3,412
TOTALS, SALARIES AND WAGES	1,692.4	1,929.8	1,878.8	\$77,663	\$84,102	\$83,680

INFRASTRUCTURE OVERVIEW

The California Department of Food and Agriculture's facilities support the operations which protect California's \$91 billion agricultural industry and ensure that the state's food supply is safe, affordable and abundant. These facilities are located in various locations throughout California, Arizona and Hawaii and total 744 thousand square feet in building space and 92 acres of land. They include 16 agricultural inspection stations, 7 warehouses, 5 greenhouse complexes, 5 veterinary laboratories, 2 analytical chemistry laboratories, 1 measurement and standards laboratory, and 2 out of state laboratories.

MAJOR PROJECT CHANGES

- The Governor's Budget includes \$2,515,000 in General Fund to proceed with preliminary plans and working drawings to consolidate and replace the current outdated and space deficient California Animal Health and Food Safety (CAHFS) laboratories located in Tulare and Fresno. The new consolidated CAHFS laboratory will meet program space needs and be compliant with current building code requirements.

SUMMARY OF PROJECTS

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

State Building Program Expenditures		2005-06*	2006-07*	2007-08*
90	CAPITAL OUTLAY			
	Major Projects			
90.18	SOUTHERN CALIFORNIA AGRICULTURAL INSPECTION STATIONS	\$-	\$23,196	\$-
90.18.001	Relocation - Yermo Agricultural Inspection Station	-	23,196 ^{APWCS}	-
90.20	GLASSY WINGED SHARPSHOOTER	\$-	\$-	\$1,096
90.20.010	Exercise Purchase Option - Arvin Facility	-	-	1,096 ^{As}
90.31	CALIFORNIA ANIMAL HEALTH AND FOOD SAFETY LABORATORIES	\$-	\$-	\$2,515
90.31.010	Consolidation and Replacement - Tulare/Fresno CAHFS Laboratory	-	-	2,515 ^{PWg}
90.80	NORTHERN CALIFORNIA AGRICULTURAL INSPECTION STATIONS	\$-	\$1,199	\$-
90.80.010	Relocation - Truckee Agricultural Inspection Station	-	1,199 ^{WCS}	-
	Totals, Major Projects	\$-	\$24,395	\$3,611
TOTALS, EXPENDITURES, ALL PROJECTS		\$-	\$24,395	\$3,611

FUNDING		2005-06*	2006-07*	2007-08*
0001	General Fund	\$-	\$-	\$2,515
0042	State Highway Account, State Transportation Fund	-	6,039	-
0111	Department of Agriculture Account, Department of Food and Agriculture Fund	-	-	1,096
0660	Public Buildings Construction Fund	-	18,356	-
TOTALS, EXPENDITURES, ALL FUNDS		\$-	\$24,395	\$3,611

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

3 CAPITAL OUTLAY		2005-06*	2006-07*	2007-08*
0001 General Fund				
APPROPRIATIONS				
301	Budget Act appropriation	-	-	\$2,515
TOTALS, EXPENDITURES		\$-	\$-	\$2,515
0042 State Highway Account, State Transportation Fund				
APPROPRIATIONS				
301	Budget Act appropriation	\$5,640	-	-
Prior year balances available:				
	Item 8570-301-0042, Budget Act of 2002, as reappropriated by Item 8570-490, Budget Acts of 2003, 2004 and 2005.	3,599	-	-
301	Budget Act appropriation	-	0	-
	Augmentation per Government Code Sections 16352, 16409 and 16354	-	\$399	-
	Item 8570-301-0042, Budget Act of 2005 as reappropriated by Item 8570-490, Budget Act of 2006	-	5,640	-
Totals Available		\$9,239	\$6,039	\$-
	Unexpended balance, estimated savings	-3,599	-	-
	Balance available in subsequent years	-5,640	-	-
TOTALS, EXPENDITURES		\$-	\$6,039	\$-
0111 Department of Agriculture Account, Department of Food and Agriculture Fund				
APPROPRIATIONS				
301	Budget Act appropriation	-	-	\$1,096
Prior year balances available:				
	Item 8570-301-0111, Budget Act of 2004	\$8	-	-
Totals Available		\$8	\$-	\$1,096

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

3 CAPITAL OUTLAY	2005-06*	2006-07*	2007-08*
Unexpended balance, estimated savings	-8	-	-
TOTALS, EXPENDITURES	\$-	\$-	\$1,096
0660 Public Buildings Construction Fund			
APPROPRIATIONS			
301 Budget Act appropriation	\$17,556	-	-
Prior year balances available:			
301 Budget Act appropriation	-	0	-
Augmentation per Government Code Sections 16352, 16409 and 16354	-	\$800	-
Item 8570-301-0660, Budget Act of 2005 as reappropriated by Item 8570-490, Budget Act of 2006	-	17,556	-
Totals Available	\$17,556	\$18,356	\$-
Balance available in subsequent years	-17,556	-	-
TOTALS, EXPENDITURES	\$-	\$18,356	\$-
TOTALS, EXPENDITURES, ALL FUNDS (Capital Outlay)	\$-	\$24,395	\$3,611

* Dollars in thousands, except in Salary Range.